

BOARD OF COMMISSIONERS OF PUBLIC LANDS

Budget Summary							
Fund	2002-03 Base Year Doubled	2003-05 Governor	2003-05 Jt. Finance	2003-05 Legislature	2003-05 Act 33	Act 33 Change Over Base Year Doubled	
						Amount	Percent
FED	\$105,400	\$105,400	\$105,400	\$105,400	\$105,400	\$0	0.0%
PR	<u>2,742,800</u>	<u>2,815,400</u>	<u>2,810,400</u>	<u>2,810,400</u>	<u>2,810,400</u>	<u>67,600</u>	2.5
TOTAL	\$2,848,200	\$2,920,800	\$2,915,800	\$2,915,800	\$2,915,800	\$67,600	2.4%

FTE Position Summary						
Fund	2002-03 Base	2004-05 Governor	2004-05 Jt. Finance	2004-05 Legislature	2004-05 Act 33	Act 33 Change Over 2002-03 Base
PR	10.00	7.50	7.50	7.50	7.50	- 2.50

Budget Change Items

1. STANDARD BUDGET ADJUSTMENTS

	Governor (Chg. to Base)		Jt. Finance/Leg. (Chg. to Gov)		Net Change	
	Funding	Positions	Funding	Positions	Funding	Positions
GPR-REV	\$0		\$5,000		\$5,000	
PR	\$72,600	- 1.00	- \$5,000	0.00	\$67,600	- 1.00

Governor: Provide standard adjustments to the base budget of \$36,300 annually and -1.0 position. Adjustments are for: (a) removal of non-continuing items from the base (-\$8,200 annually and -1.0 position); (b) full funding of continuing positions salaries and fringe benefits (\$42,000 annually); and (c) fifth week vacation as cash (\$2,500 annually).

Joint Finance/Legislature: Delete funding for fifth week of vacation as cash (-\$2,500 PR annually). Require the Board to lapse to the general fund \$2,500 in 2003-04 and in 2004-05 from this PR account from which these fifth week of vacation as cash payments had been budgeted. Estimate GPR-REV of \$2,500 in 2003-04 and \$2,500 in 2004-05.

2. BASE BUDGET REDUCTION

Positions	
PR	- 1.50

Governor/Legislature: Delete 1.50 position from the agency's base operating budget beginning in fiscal year 2004-05. Shift \$74,300 from permanent salaries and fringe benefits that fund the 1.50 FTE positions to supplies and services costs.

3. ADDITIONAL LTE FUNDING

Governor/Legislature: Shift base funding of \$74,000 PR in supplies and services costs to provide additional funding for LTE salaries (\$62,400) and fringe benefit costs (\$11,600). The agency currently has \$20,600 in LTE salaries in its base.

4. AUTHORIZATION TO PURCHASE LAND [LFB Paper 170]

Governor: Increase the Board's statutory powers by authorizing the Board to invest monies that are in the balances of the common school fund, the normal school fund, the university school fund and the agricultural college fund in the purchase of land in this state. Specify that the Board may not make such purchases unless the Governor requests that the Board purchase such land and the Board determines that such purchase would result in the Board's per acre cost of managing the public lands and other lands being reduced. Under current law, the Board is authorized to invest such trust fund monies only in bonds or notes of the United States, certain securities issued by the United States related to farm loan programs, and bonds issued by: (a) the state; (b) any city, town, village, county or school district in this state; (c) any local exposition, professional football stadium, professional baseball park or cultural arts district in this state; and (d) any bonds issued by the University of Wisconsin Hospitals and Clinics Authority.

Joint Finance/Legislature: Delete provision.

5. DELEGATION OF INVESTMENT AUTHORITY TO SWIB [LFB Paper 171]

Governor: Provide statutory authority for the Board of Commissioners of Public Lands (BCPL) to delegate to the State of Wisconsin Investment Board (SWIB) authority to invest part or all of the monies belonging to any of the four trust funds (the common school fund, the normal school fund, the university school fund and the agricultural college fund) managed by the BCPL. Specify that if the BCPL chooses to make such a delegation, SWIB may invest the monies belonging to the four trust funds in any manner currently authorized for any of the other sixty funds that are enumerated under s. 25.17(1) of the statutes for which SWIB is authorized to invest fund assets. Further, create a requirement that the Executive Director of SWIB assign an employee of SWIB to assist the BCPL in establishing and maintaining

investment objectives with respect to its four trust funds. In connection with this requirement, SWIB would be authorized to charge the cost of such services to the BCPL, with any funds received to be deposited in SWIB's program revenue funded, general program operations appropriation.

Under current law, the BCPL is authorized to invest the monies in the four trust funds in bonds or notes of the United States, certain securities issued by the United States related to farm loan programs, and bonds issued by: (a) the state; (b) any city, town, village, county or school district in this state; (c) any local exposition, professional football stadium, professional baseball park or cultural arts district in this state; and (d) any bonds issued by the University of Wisconsin Hospitals and Clinics Authority. Further, under current law, SWIB is required, upon request from the BCPL, to give advice and assistance to the BCPL concerning the investment of any of the monies in the four trust funds and in addition to sell, convey and deed to the BCPL any of the investments that SWIB has made, subject to the mutual agreement of the BCPL and SWIB. SWIB is currently authorized to charge BCPL for those services.

Joint Finance/Legislature: Delete provision.

6. TIMBER SALES PROCEEDS

	Legislature (Chg. to Base)	Veto (Chg. to Leg)	Net Change
GPR-REV	\$400,000	- \$400,000	\$0

Senate/Legislature: Provide that all proceeds from the sale of timber and firewood from common school fund lands be treated as common school fund income. Also provide that all proceeds from the sale of timber and firewood from normal school fund lands be treated as normal school fund income. Currently such proceeds have been retained by the Board as a part of the assets of respective trust fund. Common school fund income is distributed as public school library aids. Normal school fund income is credited to the University of Wisconsin System for deposit to the general fund. Increased general fund revenues of \$200,000 annually are estimated from normal school fund timber sales.

Veto by Governor [B-30]: Delete provision.

[Act 33 Vetoed Sections: 829c and 829r]